

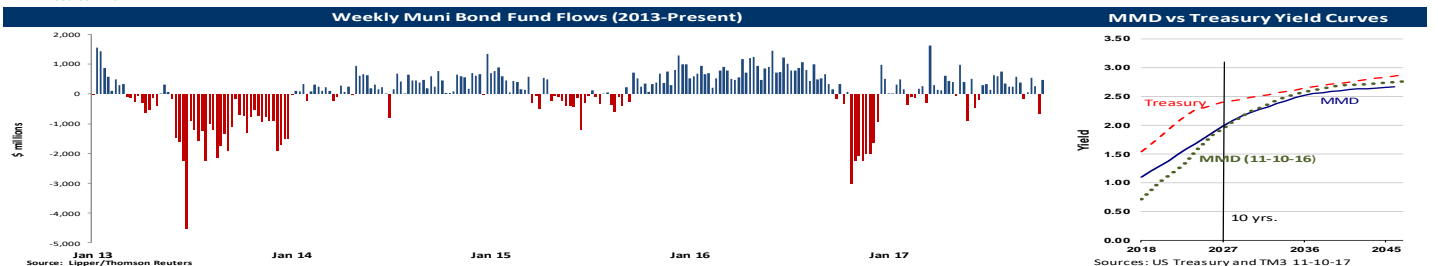
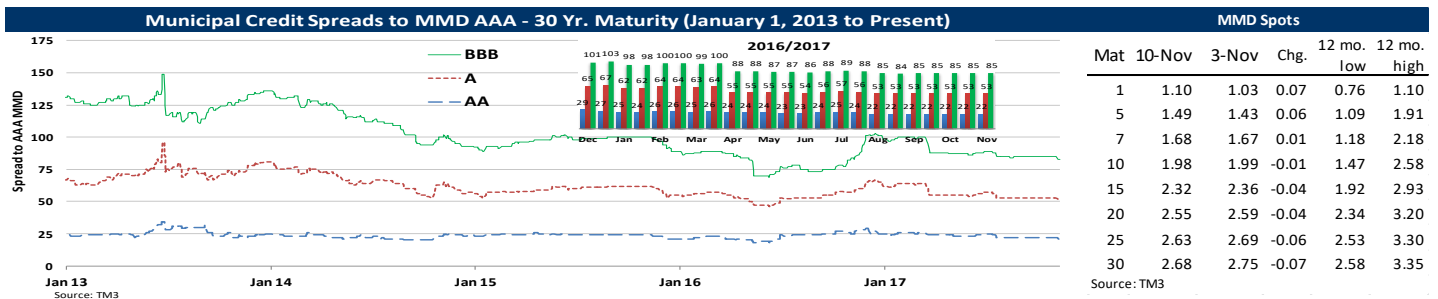
Comments:

- Last week muni volume was about \$8.4 billion. This week volume is expected to be \$9.9 billion. The negotiated market is led by a pair of Illinois deals, \$922.3 million for the Board of Education of the City of Chicago and \$475.0 million for Metropolitan Pier & Exposition Authority. The competitive market is led by \$505.8 million general obligation bonds for the State of Washington on Tuesday.
- Last Friday credit spreads tightened 1 bp for AA and 2 bps for A and BBB compared with the previous Friday. Credit spreads are 15% to 17% tighter since the beginning of 2017.
- Weekly reporting muni bond mutual funds reported an inflow of \$463.0 million for the week ending November 8 after an outflow of \$655.0 million for the week before. The eight week moving average was positive \$182.7 million.
- From Friday to Friday, MMD yields increased 6-7 bps in 1 to 5 years and 1 bp in 7 years and decreased 1 bp in 10 years, 4 bps in 15 to 20 years and 6-7 bps in 25 to 30 years. Muni/Treasury ratios for 10 and 30 year MMD maturities ended the week at 82.6% and 93.1%, respectively, a decrease of 2.3 ratios in 10 years and 4.3 ratios in 30 years from the week before as tax-exempts outperformed Treasuries on the week.
- The 2 to 30 year MMD spread was 148 bps on Friday, 13 bps flatter than the previous Friday, after hitting a 12 month low of 144 on Wednesday, as the short market was off and the long end firmed. Since the beginning of March this spread has flattened by 72 bps mostly due to lower 30 year rates.
- Last week munis started out with impressive moves in the longer serial and dollar bond sectors as the Saudi purge and tax reform resulted in aggregate bumps of 10-15bps from 15 years and out on Monday and Tuesday. Market started to settle down on Wednesday as uncertainty on Senate tax reform started to reach the market. Thursday saw softer tone as profit taking put pressure on rates. At the end of the week, markets feeling jittery as ECB talked of curtailing QE in September 2018 and Senate tax reform suggested possible delay. Treasuries off and muni's followed in sympathy with hefty calendar for this week.

Selected Deals for the Week Ending 11/17/17				
Issuer	Par (\$mil)	Ratings (M/S&P/F/K)		
Negotiated				
Board of Ed. of the City of Chicago, IL, Cap Improv Tax & ULT GO (Ded Rev) (2 series)	922.33	NR/NR(B)/A(BB-)	JPM	
Metropolitan Pier & Exposition Auth, IL, McCormick Place Expansion	475.00	/BB-/BBB-	Citi	
New York City Municipal Water Finance Auth, NY, Water & Sewer 2nd Resol.	400.00	Aa1/AA+/AA+	Barclays	
The Illinois State Toll Highway Auth, Toll Highway Sr. Rev	300.00	Aa3/AA-/AA-	Loop	
South Jersey Port Corp, NJ, Subord. Marine Terminal Rev. (Te & AMT)	255.00	Baa1//	Citi	
Ohio Air Quality Develop. Auth, (Pratt Paper)	210.00	NR/NR/NR	BAML	
New Jersey Educational Facilities Auth, Rev (Kean Univ.) (Tx)	183.87	A2/A-	MS	
Pittsburgh Water & Sewer Auth, PA, Water & Sewer 1st Lien Rev (Te & Tx) (Assured)	157.00	A2/AA/	BAML	
City of Norfolk, VA, GO (Te & Tx)	153.20	Aa2/AA+/AA+	JPM	
Snoqualmie Valley School Dist. No. 410, WA, GO	118.34	//	Davidson	
City of Tallahassee, FL, Consolid. Utility	115.17	/AA/AA+	Siebert	
New Hampshire Health & Edu. Facilit. Auth, (Univ. Sys. of New Hampshire) (Te & Tx)	103.60	Aa3/AA-/	Citi	
Rice University, TX, (Tx)	103.20	Aaa/AAA/	MS	
Guam Waterworks Auth, Water & Wastewater Sys Rev	100.00	Baa2/A-/BBB-	Citi	
Delaware Health Facilities Auth, (BayHealth Medical Center)	100.00	/AA-/AA-	PNC	
Competitive				
Tue, 11/14				
State of Washington, GO	505.81	Aa1/AA+/AA+	'18-'34	
State of Wisconsin, GO	277.71	Aa1/AA/AA+/AA-	'19-'38	
State of California, GO (2 bids)	106.90	Aa2/AA/AA-	'18-'47	
Wed, 11/15				
East Bay Regional Park Dist, CA, GO (Green) (2 bids)	125.79	Aaa(GB1)/AAA/	'18-'37	
Community College Dist No. 512, IL, GO (William Raney Harper College)	107.12	//	'18-'28	
Dublin USD, CA, GO	100.00	Aa1/AA/	'20-'47	
Thur, 11/2				
City of Dallas, TX, GO,	302.85	/AA-/AA	'18-'37	
Charleston County, SC, GO (3 bids)	212.50	Aaa/AAA/AAA	'18-'37	

Sources: Bond Buyer and IPREO

Bold=Mischler



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